Occupational Safety and Health Administration 4404 South Technology Drive Sioux Falls, SD 57106

Phone: 605-251-2021 Fax: 720-264-6585



# Citation and Notification of Penalty

To: Bilfinger Westcon, Inc. P.O. Box 1735 Bismarck, ND 58502

**Inspection Site:** 29619 Spur Ave. Hudson, SD 57034

**Inspection Number**: 1147182

Inspection Dates: 05/09/2016 - 11/01/2016

**Issuance Date**: 11/01/2016

The violations described in this Citation and Notification of Penalty are alleged to have occurred on or about the days the inspection was made unless otherwise indicated within the description given below.

This Citation and Notification of Penalty (this Citation) describes violations of the Occupational Safety and Health Act of 1970. The penalties listed herein are based on these violations. You must abate the violations referred to in this Citation by the dates listed and pay the penalties proposed, unless within 15 working days (excluding weekends and Federal holidays) from your receipt of this Citation and Notification of Penalty **you either call to schedule an informal conference (see paragraph below) or** you mail a notice of contest to the U.S. Department of Labor Area Office at the address shown above. Please refer to the enclosed booklet (OSHA 3000) which outlines your rights and responsibilities and which should be read in conjunction with this form. Issuance of this Citation does not constitute a finding that a violation of the Act has occurred unless there is a failure to contest as provided for in the Act or, if contested, unless this Citation is affirmed by the Review Commission or a court.

**Posting** - The law requires that a copy of this Citation and Notification of Penalty be posted immediately in a prominent place at or near the location of the violations cited herein, or, if it is not practicable because of the nature of the employer's operations, where it will be readily observable by all affected employees. This Citation must remain posted until the violations cited herein has (have) been abated, or for 3 working days (excluding weekends and Federal holidays), whichever is longer.

**Informal Conference** - An informal conference is not required. However, if you wish to have such a conference you may request one with the Area Director during the 15 working day contest period. During such an informal conference you may present any evidence or views which you believe would support an adjustment to the citations and/or penalties.

If you are considering a request for an informal conference to discuss any issues related to this Citation and Notification of Penalty, you must take care to schedule it early enough to allow time to contest after the informal conference, should you decide to do so. Please keep in mind that a written letter of intent to contest must be submitted to the Area Director within 15 working days of your receipt of this Citation. The running of this contest period is not interrupted by an informal conference.

If you decide to request an informal conference, please complete, remove and post the Notice to Employees next to this Citation and Notification of Penalty as soon as the time, date, and place of the informal conference have been determined. Be sure to bring to the conference any and all supporting documentation of existing conditions as well as any abatement steps taken thus far. If conditions warrant, we can enter into an informal settlement agreement which amicably resolves this matter without litigation or contest.

Right to Contest — You have the right to contest this Citation and Notification of Penalty. You may contest all citation items or only individual items. You may also contest proposed penalties and/or abatement dates without contesting the underlying violations. <u>Unless you inform the Area Director in writing that you intend to contest the citation(s) and/or proposed penalties within 15 working days after receipt, the citation(s) and the proposed penalties will become a final order of the Occupational Safety and Health Review Commission and may not be reviewed by any court or agency.</u>

**Penalty Payment** – Penalties are due within 15 working days of receipt of this notification unless contested. (See the enclosed booklet and the additional information provided related to the Debt Collection Act of 1982.) Make your check or money order payable to "DOL-OSHA". Please indicate the Inspection Number on the remittance. You can also make your payment electronically on <a href="https://www.pay.gov">www.pay.gov</a>. On the left side of the pay.gov homepage, you will see an option to Search Public Forms. Type "**OSHA**" and click Go. From the results, click on **OSHA Penalty Payment Form**. The direct link is:

https://www.pay.gov/paygov/forms/formInstance.html?agencyFormId=53090334.

You will be required to enter your inspection number when making the payment. Payments can be made by credit card or Automated Clearing House (ACH) using your banking information. Payments of \$25,000 or more require a Transaction ID, and also must be paid using ACH. If you require a Transaction ID, please contact the OSHA Debt Collection Team at (202) 693-2170.

OSHA does not agree to any restrictions or conditions or endorsements put on any check, money order, or electronic payment for less than the full amount due, and will process the payments as if these restrictions or conditions do not exist.

**Notification of Corrective Action** – For each violation which you do not contest, you must provide *abatement certification* to the Area Director of the OSHA office issuing the citation and identified above. This abatement certification is to be provided by letter within 10 calendar days after each abatement date. Abatement certification includes the date and method of abatement. If the citation indicates that the violation was corrected during the inspection, no abatement certification is required for that item. The abatement certification letter must be posted at the location where the violation appeared and the corrective action took place or employees must otherwise be effectively informed about abatement activities. A sample abatement certification letter is enclosed with this Citation. In addition, where the citation indicates that *abatement documentation* is necessary, evidence of the purchase or repair of equipment, photographs or video, receipts, training records, etc., verifying that abatement has occurred is required to be provided to the Area Director.

Employer Discrimination Unlawful – The law prohibits discrimination by an employer against an

employee for filing a complaint or for exercising any rights under this Act. An employee who believes that he/she has been discriminated against may file a complaint no later than 30 days after the discrimination occurred with the U.S. Department of Labor Area Office at the address shown above.

**Employer Rights and Responsibilities** – The enclosed booklet (OSHA 3000) outlines additional employer rights and responsibilities and should be read in conjunction with this notification.

**Notice to Employees** – The law gives an employee or his/her representative the opportunity to object to any abatement date set for a violation if he/she believes the date to be unreasonable. The contest must be mailed to the U.S. Department of Labor Area Office at the address shown above and postmarked within 15 working days (excluding weekends and Federal holidays) of the receipt by the employer of this Citation and Notification of Penalty.

**Inspection Activity Data** – You should be aware that OSHA publishes information on its inspection and citation activity on the Internet under the provisions of the Electronic Freedom of Information Act. The information related to these alleged violations will be posted when our system indicates that you have received this citation. You are encouraged to review the information concerning your establishment at www.osha.gov. If you have any dispute with the accuracy of the information displayed, please contact this office.

# U.S. Department of Labor Occupational Safety and Health Administration



# NOTICE TO EMPLOYEES OF INFORMAL CONFERENCE

An informal conference has been scheduled with OSHA to dis	cuss the citations issued on
11/01/2016. The conference will be held by telephone or at the	e OSHA office located at 4404
South Technology Drive, Sioux Falls, SD 57106 on	at
Employees and/or representatives of e	mployees have a right to attend
an informal conference.	

#### CERTIFICATION OF CORRECTIVE ACTION WORKSHEET

**Inspection Number: 1147182** 

Company Name: Bilfinger Westcon, Inc.

Inspection Site: 29619 Spur Ave., Hudson, SD 57034

Issuance Date: 11/01/2016

List the specific method of correction for each item on this citation in this package that does not read "Corrected During Inspection" and return to: U.S. Department of Labor – Occupational Safety and Health

Administration, 4404 South Technology Drive, Sioux Falls, SD 57106

	ber was corrected on
By (Method of Abatement):	ber was corrected on
By (Method of Abatement):	iber was corrected on
Citation Number and Item Num By (Method of Abatement):	nber was corrected on
Citation Number and Item Nun	nber was corrected on
	nber was corrected on
I certify that the information contained representatives have been informed of	d in this document is accurate and that the affected employees and their the abatement.
Signature	Date
Typed or Printed Name	Title

**NOTE: 29 USC 666(g)** whoever knowingly makes any false statements, representation or certification in any application, record, plan or other documents filed or required to be maintained pursuant to the Act shall, upon conviction, be punished by a fine of not more than \$10,000 or by imprisonment of not more than 6 months or both.

POSTING: A copy of completed Corrective Action Worksheet should be posted for employee review

Occupational Safety and Health Administration

**Inspection Number:** 1147182

**Inspection Dates:** 05/09/2016 - 11/01/2016

**Issuance Date:** 11/01/2016



### Citation and Notification of Penalty

Company Name: Bilfinger Westcon, Inc.

Inspection Site: 29619 Spur Ave., Hudson, SD 57034

# Citation 1 Item 1 Type of Violation: Serious

29 CFR 1910.1200(h)(1): Employers shall provide employees with effective information and training on hazardous chemicals in their work area at the time of their initial assignment, and whenever a new chemical hazard the employees have not previously been trained about is introduced into their work area. Information and training may be designed to cover categories of hazards (e.g., flammability, carcinogenicity) or specific chemicals. Chemical-specific information must always be available through labels and safety data sheets.

(a) Bilfinger Westcon, Inc. @ 29619 Spur Ave., Hudson, SD 57034: On and prior to May 6, 2016, the exposing employer did not provide employees with effective information and training on hazardous chemicals in their work area at the time of their initial assignment, and whenever a new physical or health hazard the employees have not previously been trained about is introduced into their work area such as but not limited to the 190-proof ethyl-alcohol. This condition exposed employees to a fire hazard.

<u>Abatement Note:</u> The requirements applicable to construction work under 29 CFR 1926.56 are identical to those set forth at 29 CFR 1910.1200 of this chapter.

# **Abatement Note:**

- (a) Employees shall be informed of:
  - (1) Any operation in their work area where hazardous chemicals are present; and,
  - (2) The location and availability of the written hazard communication program, including the required list(s) of hazardous chemicals, and material safety data sheets required by this section.
- (b) Employee training shall include at least:
  - (1) Methods and observations that may be used to detect the presence or release of a hazardous chemical in the work area (such as monitoring conducted by the employer,

See pages 1 through 4 of this Citation and Notification of Penalty for information on employer and employee rights and responsibilities.

Occupational Safety and Health Administration

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### Citation and Notification of Penalty

Company Name: Bilfinger Westcon, Inc.

Inspection Site: 29619 Spur Ave., Hudson, SD 57034

continuous monitoring devices, visual appearance or odor of hazardous chemicals when being released, etc.);

- (2) The physical and health hazards of the chemicals in the work area;
- (3) The measures employees can take to protect themselves from these hazards, including specific procedures the employer has implemented to protect employees from exposure to hazardous chemicals, such as appropriate work practices, emergency procedures, and personal protective equipment to be used;
- (4) The details of the hazardous communication program developed by the employer, including an explanation of the labeling system and the material safety data sheet, and how employees can obtain and use the appropriate hazard information.

<u>Abatement Note:</u> Abatement certification and documentation are required for this item (see enclosed "Certification of Corrective Action Worksheet").

# ABATEMENT DOCUMENTATION REQUIRED FOR THIS ITEM

Date By Which Violation Must be Abated:

11/25/2016

Proposed Penalty:

\$12471.00

Occupational Safety and Health Administration

**Inspection Number:** 1147182

**Inspection Dates:** 05/09/2016 - 11/01/2016

**Issuance Date:** 11/01/2016



### Citation and Notification of Penalty

Company Name: Bilfinger Westcon, Inc.

Inspection Site: 29619 Spur Ave., Hudson, SD 57034

Citation 1 Item 2 Type of Violation: Serious

29 CFR 1926.95(a): Protective equipment, including personal protective equipment for eyes, face, head, and extremities, protective clothing, respiratory devices, and protective shields and barriers, shall be provided, used, and maintained in a sanitary and reliable condition wherever it is necessary by reason of hazards of processes or environment, chemical hazards, radiological hazards, or mechanical irritants encountered in a manner capable of causing injury or impairment in the function of any part of the body through absorption, inhalation or physical contact.

(a) Bilfinger Westcon, Inc. @ 29619 Spur Ave., Hudson, SD 57034: On and prior to May 6, 2016, the exposing employer failed to provide and ensure that each employee was provided with appropriate Personal Protective Equipment (PPE) such as flame-retardant treated clothing (FRC) necessary to protect employees from burns due to potential flash fires. Two pipefitters engaged in a line break and removal of a carbon steel four-inch vent line connected to the rectifier (T402), containing highly flammable 190-proof ethyl-alcohol, were not wearing flame resistant clothing. On May 6th, 2016, a pipefitter involved in the removal of the vent line was severely burned and later died as a result of a flash fire that occurred after the contents spilled out and traveled down through grated flooring to the fourth floor, where the material ignited as a result of welding work being conducted. This condition exposed employees to fire hazards.

**Abatement Note:** Abatement certification and documentation are required for this item (see enclosed "Certification of Corrective Action Worksheet").

# ABATEMENT DOCUMENTATION REQUIRED FOR THIS ITEM

Date By Which Violation Must be Abated: Proposed Penalty:

11/25/2016 \$12471.00

Occupational Safety and Health Administration Inspection Dates: 05/09/2016 - 11/01/2016

Inspection Number: 1147182

**Issuance Date:** 11/01/2016



### Citation and Notification of Penalty

Company Name: Bilfinger Westcon, Inc.

Inspection Site: 29619 Spur Ave., Hudson, SD 57034

Citation 1 Item 3 Type of Violation: **Serious** 

29 CFR 1926.64(h)(3)(ii): The contract employer shall assure that each contract employee is instructed in the known potential fire, explosion, or toxic release hazards related to his/her job and the process, and the applicable provisions of the emergency action plan:

(a) Bilfinger Westcon, Inc. @ 29619 Spur Ave., Hudson, SD 57034: On and prior to May 6, 2016, the contract employer did not ensure that employees were instructed concerning fire hazards related to the opening of a vent line off the top of vessel T-402, also known as the rectifier, which had the potential to contain 190-proof ethyl-alcohol. On May 6th, 2016, a pipefitter involved in the removal of the vent line was severely burned and later died as a result of a flash fire that occurred after the contents spilled out and traveled down through grated flooring to the fourth floor, where the material ignited as a result of welding work being conducted. This condition exposed employees to fire hazards.

Abatement Note: Abatement certification and documentation are required for this item (see enclosed "Certification of Corrective Action Worksheet").

# ABATEMENT DOCUMENTATION REQUIRED FOR THIS ITEM

Date By Which Violation Must be Abated: Proposed Penalty:

11/25/2016 \$12471.00

Occupational Safety and Health Administration

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Inspection Dates: 05/09/2016 - 11/01/2016

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### Citation and Notification of Penalty

Company Name: Bilfinger Westcon, Inc.

Inspection Site: 29619 Spur Ave., Hudson, SD 57034

Citation 1 Item 4 Type of Violation: **Serious** 

29 CFR 1926.64(h)(3)(iii): The contract employer shall document that each contract employee has received and understood the training required by this paragraph. The contract employer shall prepare a record which contains the identity of the contract employee, the date of training, and the means used to verify that the employee understood the training:

(a) Bilfinger Westcon, Inc. @ 29619 Spur Ave., Hudson, SD 57034: On and prior to May 6, 2016, the contract employer did not document that employees required to open a vent line off the top of vessel T-402, also known as the rectifier, which had the potential to contain 190-proof ethyl alcohol, had received training on line breaking permit procedures, hot work permit procedures, and ignition sources. On May 6th, 2016, a pipefitter involved in the removal of the vent line was severely burned and later died as a result of a flash fire that occurred after the contents spilled out and traveled down through grated flooring to the fourth floor, where the material ignited as a result of welding work being conducted. This condition exposed employees to fire hazards.

<u>Abatement Note:</u> Abatement certification and documentation are required for this item (see enclosed "Certification of Corrective Action Worksheet").

## ABATEMENT DOCUMENTATION REQUIRED FOR THIS ITEM

Date By Which Violation Must be Abated:

Proposed Penalty:

11/25/2016 \$12471.00

Occupational Safety and Health Administration Inspection Dates: 05/09/2016 - 11/01/2016

**Inspection Number:** 1147182

**Issuance Date:** 11/01/2016



### Citation and Notification of Penalty

Company Name: Bilfinger Westcon, Inc.

**Inspection Site:** 29619 Spur Ave., Hudson, SD 57034

Citation 1 Item 5 Type of Violation: **Serious** 

29 CFR 1926.64(h)(3)(iv): The contract employer did not ensure that each contract employee follows the safety rules of the facility including the safe work practices required by paragraph (f)(4) of this section:

(a) Bilfinger Westcon, Inc. @ 29619 Spur Ave., Hudson, SD 57034: On and prior to May 6, 2016, the contract employer did not ensure that all employees involved in the welding of a 30-inch pipe joint and the opening of a vent line off the top of vessel T-402, followed the hot work permit procedures and line break permit procedures established on May 3, 2016. On May 6th, 2016, a pipefitter involved in the removal of the vent line was severely burned and later died as a result of a flash fire that occurred after the contents spilled out and traveled down through grated flooring to the fourth floor, where the material ignited as a result of welding work being conducted. This condition exposed employees to fire hazards.

Abatement Note: Abatement certification and documentation are required for this item (see enclosed "Certification of Corrective Action Worksheet").

### ABATEMENT DOCUMENTATION REQUIRED FOR THIS ITEM

Date By Which Violation Must be Abated: Proposed Penalty:

11/25/2016

\$12471.00

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Sheila Stanley Area Director

Occupational Safety and Health Administration 4404 South Technology Drive Sioux Falls, SD 57106

Phone: 605-251-2021 Fax: 720-264-6585



# INVOICE / DEBT COLLECTION NOTICE

**Company Name:** 

Bilfinger Westcon, Inc.

**Inspection Site:** 

29619 Spur Ave., Hudson, SD 57034

**Issuance Date:** 

11/01/2016

**Summary of Penalties for Inspection Number** 

1147182

Citation 1, Serious

\$62355.00

TOTAL PROPOSED PENALTIES

\$62355.00

To avoid additional charges, please remit payment promptly to this Area Office for the total amount of the uncontested penalties summarized above. Make your check or money order payable to: "DOL-OSHA". Please indicate OSHA's Inspection Number (indicated above) on the remittance. You can also make your payment electronically on <a href="https://www.pay.gov">www.pay.gov</a>. On the left side of the pay.gov homepage, you will see an option to Search Public Forms. Type "OSHA" and click Go. From the results, click on <a href="https://www.pay.gov/paygov/forms/formInstance.html?agencyFormId=53090334">OSHA Penalty Payment Form</a>. The direct link is <a href="https://www.pay.gov/paygov/forms/formInstance.html?agencyFormId=53090334">https://www.pay.gov/paygov/forms/formInstance.html?agencyFormId=53090334</a>. You will be required to enter your inspection number when making the payment. Payments can be made by credit card or Automated Clearing House (ACH) using your banking information. Payments of \$25,000 or more require a Transaction ID, and also must be paid using ACH. If you require a Transaction ID, please contact the OSHA Debt Collection Team at (202) 693-2170.

OSHA does not agree to any restrictions or conditions or endorsements put on any check, money order, or electronic payment for less than the full amount due, and will cash the check or money order as if these restrictions or conditions do not exist.

If a personal check is issued, it will be converted into an electronic fund transfer (EFT). This means that our bank will copy your check and use the account information on it to electronically debit your account for the amount of the check. The debit from your account will then usually occur within 24 hours and will be shown on your regular account statement. You will not receive your original check back. The bank will destroy your original check, but will keep a copy of it. If the EFT cannot be completed because of insufficient funds or closed account, the bank will attempt to make the transfer up to 2 times.

Pursuant to the Debt Collection Act of 1982 (Public Law 97-365) and regulations of the U.S. Department of Labor (29 CFR Part 20), the Occupational Safety and Health Administration is required to assess interest, delinquent charges, and administrative costs for the collection of delinquent penalty debts for violations of the Occupational Safety and Health Act.

Interest: Interest charges will be assessed at an annual rate determined by the Secretary of the Treasury on all penalty debt amounts not paid within one month (30 calendar days) of the date on which the debt amount becomes due and payable (penalty due date). The current interest rate is one percent (1%). Interest will accrue from the date on which the penalty amounts (as proposed or adjusted) become a final order of the Occupational Safety and Health Review Commission (that is, 15 working days from your receipt of the Citation and Notification of Penalty), unless you file a notice of contest. Interest charges will be waived if the full amount owed is paid within 30 calendar days of the final order.

<u>Delinquent Charges</u>: A debt is considered delinquent if it has not been paid within one month (30 calendar days) of the penalty due date or if a satisfactory payment arrangement has not been made. If the debt remains delinquent for more than 90 calendar days, a delinquent charge of six percent (6%) per annum will be assessed accruing from the date that the debt became delinquent.

Administrative Costs: Agencies of the Department of Labor are required to assess additional charges for the recovery of delinquent debts. These additional charges are administrative costs incurred by the Agency in its attempt to collect an unpaid debt. Administrative costs will be assessed for demand letters sent in an attempt to collect the unpaid debt.

Sheila Stanley

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Area Director

11/1/2016

Date